<c) to (e). Ail the tenderers were., qualified. to bid. One of the firms gave a clarification - subsequently regarding its experience in the manufacture' of Spreaders and this clarification was accepted

Financial assistance to new industries in , backward areas

934. SHRIMATT. PRATIBHA SINGH: will the Minister of INDUSTRY be pleased to state:

(a) whether Government had decided to extend the'No Industry District' scheme for providing concessional/ Financial assistance to new industries in backward districts of various States; ff so, what are the; details, thereof; and

'(b) if reply to part (a) above be in the, negative, what steps Government have taken or propose to take to narrow regional imbalance in the industrial sector of various industrial- ' ly backward States?,

THE MINISTER OF -STATE IN THE DEPARTMENT OF INDUSTRIAL ' DEVELOPMENT IN THE MINISTRY OF INDUSTRY (SHRI: M. ARUNACHALAM): (a) and (b) The report of the Inter-Ministerial Committee set up to review and revise the existing incentive, scheme, for Backward Areas, is under consideration.

Leasing machinery to small sector by National Small Industrial Development Corporation '.

935. SHRIMATIPRATIBHA SINGH: Will the Minister of IND?US-TRY be pleased to state:

(a) whether it is a fact that the National Small Industrial Development Corporation has recently started leasing of machinery to small sector; if so, what are the details thereof;

(b) what differentiation the National Small Industrial: Develop-. *merit* Corporation have made between hire-purchase of machinery and leasing of machinery to small sector;

(c) whether N. S. I. D. C. are still insisting on. collective security from small scale sector in spite of Government's directive not to dp so; and

(d) -if so, what ris Government's reaction in the matter?

THE MINISTER OF STATE IN THE DEPARTMENT OF INDUSTRIAL DEVELOPMENT IN THE -MINISTRY OF INDUSTRY (SHRI M. ARUNACHALAM): (a) Yesj Sir. *The National Small Industries Corporation has- launched, the Equipment Leasing Scheme for small scale sector w. e. f. 1st January, 1987. The salient featureg*of the scheme are given in - the enclosed Statement-I *(See below).*

(b) The differentiation between hire-purchase and equipment leasing is given in the enclosed Statement—U. see below).

*(c) and (d) In the case of Equipment Leasing, the Lessee is to provide guarantees from responsible persons and men of means to ensure the repayment of Corporation s dues, wherever called upon to do so but in the case of limited Companies, at , least two share holders /Directors and in case of Cooperative Society|Trust, two credit worthy office bearers of the Society/Trust acceptable to the NSIC shall stand as guarantors in their individual capacity for the machine(s): to be supplied by the Corporation on the lease agreement basis. In the 'case of hire-purchase scheme also, no collateral security ig asked, for supply of'. machines costing upto Rs. 6 lakhs. Beyond this amount, the parties are required to furnish, security in the form of Bank guarantee etc.

Government have not issued any directive.